CHECKLIST ENVIRONMENTAL ASSESSMENT

Proposed Action: Approve Drilling Permit (Form 22)

Project/Well Name: Firemoom 15-31 **Operator:** Lonewolf Operating, LLC

Location: SW SE Section 31 T35N R21E

County: Blaine MT; Field (or Wildcat): Wildcat

Proposed Project Date: 10/28/2021

I. DESCRIPTION OF ACTION

Lonewolf Operating, LLC plans to drill a well for an Upper Bowes formation test 4,271 MD / TVD. Surface casing to be set at 430'.

II. PROJECT DEVELOPMENT

1. PUBLIC INVOLVEMENT, AGENCIES, GROUPS OR INDIVIDUALS CONTACTED

Montana Bureau of Mines and Geology, GWIC website (Blaine County Wells).

US Fish and Wildlife, Region 6 website ENDANGERED, THREATENED, PROPOSED AND CANDIDATE SPECIES MONTANA COUNTIES, Blaine County

Montana Natural Heritage Program Website (FWP) Heritage State Rank= S1, S2, S3, T35N R21E

Montana Cadastral Website

Surface Ownership and surface use Section 31 T35N R21E

Montana Department of Natural Resources MEPA Submittal

2. ALTERNATIVES CONSIDERED

No Action Alternative: The proposed well would not be drilled.

Action Alternative: Lonewolf Operating, LLC would have permission to drill the well.

III. IMPACTS ON THE PHYSICAL ENVIRONMENT

3. AIR QUALITY

Long drilling time: No, 3-5 days drilling time.

Unusually deep drilling (high horsepower rig): No, drilling rig for 4,271' MD / TVD well.

Possible H2S gas production: None anticipated.

In/near Class I air quality area: No.

Air quality permit for flaring/venting (if productive): Yes, DEQ air quality permit required under 75-2-

211. AQB review.

Comments: No special concerns – using rig to drill well to 4,271' MD / TVD. If there are no gas gathering systems nearby, associated gas can be flared under Board Rule 36.22.1220.

4. WATER QUALITY

Salt/oil based mud: Freshwater based mud will be used for all drilling operations.

High water table: Within the groundwater vulnerability area.

Surface drainage leads to live water: Potentially, Thirtymile Creek is located about 1/10 of a mile to the east.

Water well contamination: No, the nearest water well is a 165' deep stockwater well 3/10 of a mile to the north.

Porous/permeable soils: Yes, sandy clay, with GWIC listing sand and water at 10'.

Class I stream drainage: No.

Groundwater vulnerability area: Yes, within groundwater vulnerability area.

Mitigation:

__ Lined reserve pit

X Adequate surface casing

__ Berms/dykes, re-routed drainage

__ Closed mud system

Off-site disposal of solids/liquids (in approved facility)

Comments: Steel surface casing will be set to 430' and cemented to surface to protect ground water. (Rule 36.22.1001).

5. SOILS/VEGETATION/LAND USE

Vegetation: Grassland.

Stream crossings: None anticipated.

High erosion potential: No, a small cut of 0.5' and a small fill of 2.2' is required.

Loss of soil productivity: None, location to be restored after drilling well, if well is nonproductive.

Unusually large wellsite (Describe dimensions): No, a location size of 200' X 200' will be used.

Damage to improvements: Slight, surface use is grassland.					
Conflict with existing land use/values: Slight					
Mitigation					
Avoid improvements (topographic tolerance)					
Exception location requested					
X Stockpile topsoil					
Stream Crossing Permit (other agency review)					
X Reclaim unused part of wellsite if productive					
Special construction methods to enhance reclamation					
Access Road: Access will be off Oberg Road and new trail. A new access of 1/2 of a mile will be buil					
Oberg Road.					
removed, tested, and spread on an approved landowner site or left in the pit to evaporate. An solids and liquids will be buried in pit.	y remaining				
6. HEALTH HAZARDS/NOISE					
Drawimity to public facilities/recidences; negreet recidence is about 2/10 of a mile to the next					
Proximity to public facilities/residences: nearest residence is about 3/10 of a mile to the north Possibility of H2S: None anticipated.	1.				
In/near Class I air quality area: No.					
Size of rig/length of drilling time: 3-5 days drilling time.					
Mitigation:					
X Proper BOP equipment: 3,000#.					
Troper BOF equipment. 5,000# Topographic sound barriers					
H2S contingency and/or evacuation plan					
• • •					
Special equipment/procedures requirements					
Special equipment/procedures requirementsOther:					

7. WILDLIFE/RECREATION

Sage Grouse: In general area.

Proximity to sensitive wildlife areas (DFWP identified): None.

Proximity to recreation sites: None.

Creation of new access to wildlife habitat: None. Conflict with game range/refuge management: None.

Threatened or endangered Species: Species identified as threatened or endangered in Blaine County is the Black-footed Ferret. MTFWP Natural Heritage Tracker website lists six (6) species of concern, the Swift Fox, Golden Eagle, Ferruginous Hawk, Chestnut-collared Longspur, Greater Sage-Grouse, McCown's Longspur.

Mitigation:				
Avoidance (topographic tolerance/exception)				
X Other agency review (DFWP, federal agencies, DNRC Trust Lands, Sage Grouse Habitat				
Conservation Program)				
Screening/fencing of pits, drillsite				
Other:				
Comments: Private surface lands. There may be species of concern that maybe impacted by this wellsite. We ask the operator to consult with the surface owner as to what he would like done if a species of concern is discovered at this location. Timing restrictions are in place to reduce disturbance to Sage				
Grouse. The Board of Oil & Gas has no jurisdiction over private surface lands.				
IV. IMPACTS ON THE HUMAN POPULATION				
8. HISTORICAL/CULTURAL/PALEONTOLOGICAL				
Proximity to known sites: None.				
Mitigation				
avoidance (topographic tolerance, location exception)				
other agency review (SHPO, DNRC Trust Lands, federal agencies)				
Other:				
9. SOCIAL/ECONOMIC				
Substantial effect on tax base				
Create demand for new governmental services				
Population increase or relocation				
Comments: No concerns.				
IV SIIMMARY				

No long term impacts expected. Some short term impacts will occur, but can be mitigated. I conclude that the approval of the subject Notice of Intent to Drill (does/<u>does not</u>) constitute a major action of state government significantly affecting the quality of the human environment, and (does/<u>does not</u>) require the preparation of an environmental impact statement.

EA Checklist	Name:	John Gizicki	Date:	09/20/21
Prepared By:	Title:	Compliance Specialist		